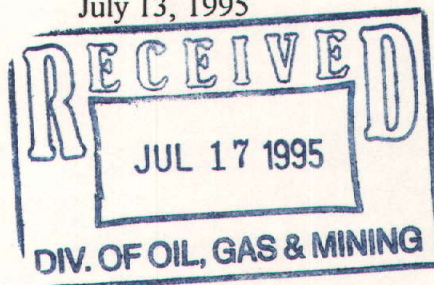


July 13, 1995



Mr. D. Wayne Hedberg
Utah Division of Oil, Gas and Mining
Minerals Reclamation Program
3 Triad Center, Suite 350
Salt Lake City, UT 84180-1203

Dear Mr. Hedberg:

As of May 31, 1995, USMX has completed reclamation obligations at the Goldstrike Mine totaling \$446,771.

Please find below a listing of categories of work nearly or totally completed. (Reference the August 20, 1993 Amended Notice of Intention to Commence Mining Operations for the USMX Goldstrike Project (NOI), Volume 1, Chapter 8 - Surety, pages 96-109).

	August 20, 1993		
	NOI Surety	Percentage	Funds Requested
<u>Description</u>	<u>Estimate</u>	<u>Completion</u>	<u>for Release</u>
<u>8.2 Regrading ¹</u>			
Padre Haul Road Area	\$4,398	95%	\$4,178
Goldsil Haul Road Area	14,800	100%	14,800
Beavertail Haul Road Area	8,600	100%	8,600
<u>8.4 Culverts and</u>			
<u>Low-Flow Crossings</u>			
Total Culverts and Crossings	34,000	100%	34,000
<u>8.5 Pit Backfilling</u>			
Total Pit Backfilling	145,000	100%	145,000
<u>8.6 Topsoiling ²</u>			
Padre Pit Area	24,795	95%	23,555
Basin Pit Area	18,644	100%	18,644
Covington Pit Area	37,655	100%	37,655
Arsenic Pit Area	13,505	Not Mined	13,505
Caribou Pit Area	21,759	100%	21,759
Moosehead Pit Area	47,328	95%	44,961
Picaroon Pit Area	10,612	Not Mined	10,612
Beavertail Pit Area	27,915	95%	26,522

8.7 Revegetation

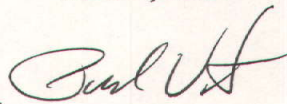
Total Revegetation	122,800	35%	<u>42,980</u>
		TOTAL	\$446,771

1. Dollar amounts for the surety estimate per area are based upon proration of the yardage for each area against the total yardage as appears in Table 8.2-1 on page 100 of the NOI.
2. Dollar amounts for the surety estimate per area are based upon proration of the work time for each area against the total work time as appears in Table 8.6-1 on pages 104 and 105 of the NOI.

At this time USMX requests that you consider a partial bond release against the Certificate of Deposit, No. 532358, dated June 8, 1994. The request for a partial release is based upon the significant quantity and the quality of the work completed to date. If you have any questions or concerns, please contact me or Robert Wilson at 801-574-3269.

Sincerely,

USMX, INC.


for James A. Smith
Mine Manager

Misc./JAS005/caw

CLASSIC CREST

USMX